

**UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE**

In re: W. R. Grace & Co., et al
Debtor

Case No. 01-01139 Jointly Administered
Reporting Period: July 2003

MONTHLY OPERATING REPORT

File with Court and submit copy to United States Trustee within 20 days after end of month

Submit copy of report to any official committee appointed in the case.

REQUIRED DOCUMENTS	Form No.	Document Attached	Explanation Attached
Schedule of Cash Receipts and Disbursements	MOR-1	X	
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1 (con't)	X	
Copies of bank statements		X	
Cash disbursements journals			Not available
Statement of Operations	MOR-2	X	
Balance Sheet	MOR-3	X	
Status of Postpetition Taxes	MOR-4	X	
Copies of IRS Form 6123 or payment receipt			Not available
Copies of Federal income tax returns filed during reporting period			None filed
Summary of Unpaid Postpetition Debts	MOR-4		See Note #4
Listing of aged accounts payable			See Note #4
Accounts Receivable Reconciliation and Aging	MOR-5	X	
Debtor Questionnaire	MOR-5	X	

I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the documents attached are true and correct to the best of my knowledge and belief.

Signature of Debtor

Date

Signature of Joint Debtor

Date

Robert M. Tarola

Signature of Authorized Individual*

26 AUGUST 2003

Date

Robert M. Tarola
Printed Name of Authorized Individual

Senior Vice President and
Chief Financial Officer
Title of Authorized Individual

*Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

W. R. Grace & Co.
Monthly Financial Report
July 31, 2003

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Bank Statements**Federal Income Tax Returns**

None

Forward-Looking Information

This monthly financial report contains forward-looking information that involves risks and uncertainties. For such information, Grace claims the protection of the safe harbor for forward-looking statements contained in the Private Securities Litigation Reform Act of 1995. Actual results could differ materially from the results predicted, and reported results should not be considered as a indication of future performance. Factors that could cause actual results to differ from those contained in the forward-looking information include those factors set forth in Grace's most recent Annual Report on Form 10-K and quarterly reports on Form 10-Q, which have been filed with the Securities Exchange Commission.

Statement of Confidentiality

The information contained in the monthly financial report contains confidential information of W. R. Grace & Co. and its subsidiaries (the "Confidential Information"). The Confidential Information has been prepared solely for information purposes and may not be disclosed to any person or entity or reproduced, disseminated or disclosed, in whole or in part, except to officers, directors, employees, and representatives of the recipient ("Representatives") or as required by applicable law or regulation. By receipt of the Confidential Information, each recipient agrees to (1) use the Confidential Information only to enhance its understanding of Grace and its businesses, and (2) inform its Representatives of the confidential nature of such information and direct them to treat such information in accordance with the terms. Each recipient agrees to be responsible for any breach of these provisions by any of its Representatives.

Monthly Operating Report

W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 July 2003		JP Morgan Chase Disbursement 8101013572	Wachovia Lockbox 8619039102	First Union Deposit Acct 2199500021812	First Union Payroll 2079900003615	Merrill Lynch Investment 3323735	Merrill Lynch Investment 3343175	JP Morgan Chase Holding 323223141
CASH BEGINNING OF MONTH	\$ 119,578	\$ -	\$ (0)	\$ 0	\$ 28,576,559	\$ 0	\$ 0	\$ 733,326
RECEIPTS								
ACCOUNTS RECEIVABLE - THIRD PARTIES								
ACCOUNTS RECEIVABLE - INTERCOMPANY								
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI								
DIP BORROWINGS								
TRANSFERS IN - THIRD PARTIES			5,326,158		28,272			
TRANSFERS IN - NONFILING ENTITIES								
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	210,000			2,098,584	96,200,000			
MISCELLANEOUS			394					
TOTAL RECEIPTS	210,000	-	5,326,551	2,098,584	96,228,272	-	-	-
DISBURSEMENTS								
PAYROLL				1,432,775				
PAYROLL TAXES				857,802				
TRADE PAYABLES - THIRD PARTIES								
TRADE PAYABLES - INTERCOMPANY								
ACCOUNT SECURITIZATION								
PAYMENTS AS SERVICER FOR GRPI								
DIP PRINCIPAL REPAYMENTS								
DIP INTEREST AND USAGE FEES								
TRANSFERS OUT - THIRD PARTIES	215,232							
TRANSFERS OUT - NONFILING ENTITIES								
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS			5,326,551		47,700,000			
MISCELLANEOUS				8,007				
TOTAL DISBURSEMENTS	215,232	-	5,326,551	2,098,584	47,700,000	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(5,232)	-	-	-	48,528,272	-	-	-
CASH - END OF MONTH	114,347	-	(0)	0	77,104,831	0	0	733,326

Note #1

Various payments are made by W. R. Grace & Co. - Conn on behalf of other debtor entities. Such activity may include salary of employees, legal and professional fees, and other expenditures, and is generally recorded via intercompany accounts. In addition, certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W. R. Grace & Co. - Conn		JP Morgan Chase Concentration 16001257	Bank of America: Lockbox 8188203114	First Union Concentration 2000000282172	First Union Payroll 20799000016741	First Union Petty Cash 2079900005600	Civic Bank Payroll 16502015736	First Union Libby Medical 2079900065006
Schedule of Cash Receipts and Disbursements								
MOR-1								
July 2003								
CASH BEGINNING OF MONTH	\$ 530,968	\$ 2,732,335	\$ 0	\$ -	\$ -	\$ 0	\$ 0	\$ -
RECEIPTS								
ACCOUNTS RECEIVABLE - THIRD PARTIES		43,506,611						
ACCOUNTS RECEIVABLE - INTERCOMPANY		278,716						
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI								
DIP BORROWINGS								
TRANSFERS IN - THIRD PARTIES	3,789,608							
TRANSFERS IN - NONFILING ENTITIES	78,398,409							
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	139,394,388		82,100,000	5,400,485	4,158			142,572
MISCELLANEOUS								
TOTAL RECEIPTS	221,582,404	43,785,326	82,100,000	5,400,485	4,158	-	-	142,572
DISBURSEMENTS								
PAYROLL				3,862,231				
PAYROLL TAXES				1,474,406				
TRADE PAYABLES - THIRD PARTIES								
TRADE PAYABLES - INTERCOMPANY								
ACCOUNT SECURITIZATION								
PAYMENTS AS SERVICER FOR GRPI								
DIP PRINCIPAL REPAYMENTS	10,000,000							
DIP INTEREST AND USAGE FEES	212,492							
TRANSFERS OUT - THIRD PARTIES	15,800,477	1,054,498			4,058			
TRANSFERS OUT - NONFILING ENTITIES	7,221,390							
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	188,416,828	44,285,862	78,991,572					
MISCELLANEOUS			3,108,429	263,848	100			142,572
TOTAL DISBURSEMENTS	221,651,187	45,340,359	82,100,000	5,400,485	4,158	-	-	142,572
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(68,783)	(1,555,033)	-	-	-	-	-	-
CASH - END OF MONTH	462,185	1,177,302	0	-	-	-	0	-

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W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 July 2003	First Union Accts Payable 2079920005761	First Union Payroll 2079900067554	Wachovia Lockbox 1666-082535	First Union Accts payable 2079900005260	First Union Accts Payable 2079900005231	Allfirst Payroll 16298631	SunTrust Payroll 00000141309
CASH BEGINNING OF MONTH	\$ (0)	\$ -	\$ 0	\$ 0	\$ 0	\$ 130,223	\$ 45,273
RECEIPTS							
ACCOUNTS RECEIVABLE - THIRD PARTIES				32,730,914			
ACCOUNTS RECEIVABLE - INTERCOMPANY				8,301,245			
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI							
DIP BORROWINGS							
TRANSFERS IN - THIRD PARTIES							
TRANSFERS IN - NONFILING ENTITIES				229,000			
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	35,676,043	1,557,749		6,354,444	27,757,537	4,307,824	
MISCELLANEOUS	705,513		820,818	208,689	3,787,404		
TOTAL RECEIPTS	36,381,556	1,557,749	42,081,975	6,563,134	31,544,942	4,307,824	-
DISBURSEMENTS							
PAYROLL			1,124,956				2,733,824
PAYROLL TAXES			396,141				1,574,002
TRADE PAYABLES - THIRD PARTIES	36,381,556			6,563,134	31,544,942		
TRADE PAYABLES - INTERCOMPANY							
ACCOUNT SECURITIZATION							
PAYMENTS AS SERVICER FOR GRPI							
DIP PRINCIPAL REPAYMENTS							
DIP INTEREST AND USAGE FEES							
TRANSFERS OUT - THIRD PARTIES							
TRANSFERS OUT - NONFILING ENTITIES							
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS			42,081,975				
MISCELLANEOUS		36,652					
TOTAL DISBURSEMENTS	36,381,556	1,557,749	42,081,975	6,563,134	31,544,942	4,307,824	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)							(2)
CASH - END OF MONTH	(0)	-	0	0	0	130,223	45,273

Note #1

Various payments are made by W. R. Grace & Co. - Conn on behalf of other debtor entities. Such activity may include salary of employees, legal and professional fees, and other expenditures, and is generally recorded via intercompany accounts. In addition, certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W. R. Grace & Co. - Conn		PNC	Hibernia Natl Disbursement	Bank of America Payroll	Aifirst Payroll	First Union Petty Cash	Banco de Credito Operating Acct	Banco de Credito Operating Acct
Schedule of Cash Receipts and Disbursements								
MOR-1								
July 2003								
		4002641360	101391210	0000 0002 2137	16299857	2040000018800	1931115122058	1931125963172
CASH BEGINNING OF MONTH	\$ 24,671	\$ 10,000	\$ -	\$ 212,908	\$ 56,332	\$ 1,006	\$ 387,813	
RECEIPTS								
ACCOUNTS RECEIVABLE - THIRD PARTIES							13,541	157,500
ACCOUNTS RECEIVABLE - INTERCOMPANY								
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI								
DIP BORROWINGS								
TRANSFERS IN - THIRD PARTIES							40,586	
TRANSFERS IN - NONFILING ENTITIES								
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS					5,121,903			
MISCELLANEOUS								
TOTAL RECEIPTS					5,121,903		54,126	157,500
DISBURSEMENTS								
PAYROLL					3,382,734		4,193	
PAYROLL TAXES					1,739,169		14,535	
TRADE PAYABLES - THIRD PARTIES								
TRADE PAYABLES - INTERCOMPANY								
ACCOUNT SECURITIZATION								
PAYMENTS AS SERVICER FOR GRPI								
DIP PRINCIPAL REPAYMENTS								
DIP INTEREST AND USAGE FEES								
TRANSFERS OUT - THIRD PARTIES							22,535	40,734
TRANSFERS OUT - NONFILING ENTITIES								
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS								
MISCELLANEOUS							10,124	29,558
TOTAL DISBURSEMENTS					5,121,903		51,386	70,291
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)							2,740	87,208
CASH - END OF MONTH	24,671	10,000	-	212,908	56,332	3,746	475,021	

Note #1

Various payments are made by W. R. Grace & Co. - Conn on behalf of other debtor entities. Such activity may include salary of employees, legal and professional fees, and other expenditures, and is generally recorded via intercompany accounts. In addition, certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W. R. Grace & Co. - Conn		Banco de Credito Time Deposit 0015820	Bank of Boston Operating Acct 0154519	Bank of Boston Operating Acct 0154424	Cash In Transf.
Schedule of Cash Receipts and Disbursements					
MOR-1					
July 2003					
CASH BEGINNING OF MONTH	\$ -	\$ 3,623	\$ 823,301	\$ 0	
RECEIPTS					
ACCOUNTS RECEIVABLE - THIRD PARTIES				226,641	
ACCOUNTS RECEIVABLE - INTERCOMPANY					
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI					
DIP BORROWINGS					
TRANSFERS IN - THIRD PARTIES		19,182			
TRANSFERS IN - NONFILING ENTITIES					
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS					
MISCELLANEOUS					
TOTAL RECEIPTS	-	19,182	226,641	-	
DISBURSEMENTS					
PAYROLL		12,163			
PAYROLL TAXES		1,210			
TRADE PAYABLES - THIRD PARTIES			77,689		
TRADE PAYABLES - INTERCOMPANY					
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI					
DIP PRINCIPAL REPAYMENTS					
DIP INTEREST AND USAGE FEES					
TRANSFERS OUT - THIRD PARTIES			15,000		
TRANSFERS OUT - NONFILING ENTITIES					
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS					
MISCELLANEOUS		6,593	14,508		
TOTAL DISBURSEMENTS	-	19,965	107,198	-	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	(783)	119,443	-	
CASH - END OF MONTH	-	2,840	942,744	0	

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	Cash on Hand	Other	CURRENT MONTH	
			ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 49,425	\$ 483,734	\$ 34,921,077	
RECEIPTS				
ACCOUNTS RECEIVABLE - THIRD PARTIES			78,635,206	
ACCOUNTS RECEIVABLE - INTERCOMPANY			8,578,960	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI			-	
DIP BORROWINGS			-	
TRANSFERS IN - THIRD PARTIES			9,203,805	
TRANSFERS IN - NONFILING ENTITIES			78,827,408	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS			406,325,666	
MISCELLANEOUS			5,522,816	
TOTAL RECEIPTS			584,894,882	
DISBURSEMENTS				
PAYROLL			12,352,874	
PAYROLL TAXES			8,857,265	
TRADE PAYABLES - THIRD PARTIES			74,567,321	
TRADE PAYABLES - INTERCOMPANY			-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI			-	
DIP PRINCIPAL REPAYMENTS			10,000,000	
DIP INTEREST AND USAGE FEES			212,482	
TRANSFERS OUT - THIRD PARTIES			17,152,533	
TRANSFERS OUT - NONFILING ENTITIES			7,221,390	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS			406,802,787	
MISCELLANEOUS		106,899	3,727,289	
TOTAL DISBURSEMENTS		106,899	537,893,950	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)		(106,899)	47,000,932	
CASH - END OF MONTH	49,425	378,835	81,922,009	\$

Note #1

Various payments are made by W. R. Grace & Co. - Conn on behalf of other debtor entities. Such activity may include salary of employees, legal and professional fees, and other expenditures, and is generally recorded via intercompany accounts. In addition, certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co.		JP Morgan Chase Pass Through 323881983	CURRENT MONTH	
MOR-1	July 2003		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH		\$ (0)	\$ (0)	
RECEIPTS				
ACCOUNTS RECEIVABLE - THIRD PARTIES				-
ACCOUNTS RECEIVABLE - INTERCOMPANY				-
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI				-
DIP BORROWINGS				-
TRANSFERS IN - THIRD PARTIES				-
TRANSFERS IN - NONFILING ENTITIES				-
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		478,550	478,550	
TOTAL RECEIPTS		478,550	478,550	-
DISBURSEMENTS				
PAYROLL				-
PAYROLL TAXES				-
TRADE PAYABLES - THIRD PARTIES				-
TRADE PAYABLES - INTERCOMPANY				-
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI				-
DIP PRINCIPAL REPAYMENTS				-
DIP INTEREST AND USAGE FEES				-
TRANSFERS OUT - THIRD PARTIES				-
TRANSFERS OUT - NONFILING ENTITIES				-
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		478,550	478,550	
MISCELLANEOUS				-
TOTAL DISBURSEMENTS		478,550	478,550	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)		-	-	-
CASH - END OF MONTH		\$ (0)	\$ (0)	\$ -

Remedium Group, Inc.

Schedule of Cash Receipts and Disbursements

MOR-1

July 2003

	JP Morgan Chase Depository/Wire 323883842	JP Morgan Chase Disbursement 601631965	Other	CURRENT MONTH	
				ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 2,287,577	\$ (2,477,233)	\$ 1,449	\$ (188,107)	
RECEIPTS					
ACCOUNTS RECEIVABLE - THIRD PARTIES				-	
ACCOUNTS RECEIVABLE - INTERCOMPANY				-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI				-	
DIP BORROWINGS				-	
TRANSFERS IN - THIRD PARTIES	1,449	1,985,123		1,986,572	
TRANSFERS IN - NONFILING ENTITIES				-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		478,550		478,550	
TOTAL RECEIPTS	1,449	2,463,673	-	2,465,122	
DISBURSEMENTS					
PAYROLL				-	
PAYROLL TAXES				-	
TRADE PAYABLES - THIRD PARTIES				-	
TRADE PAYABLES - INTERCOMPANY				-	
ACCOUNT SECURITIZATION				-	
PAYMENTS AS SERVICER FOR GRPI				-	
DIP PRINCIPAL REPAYMENTS				-	
DIP INTEREST AND USAGE FEES				-	
TRANSFERS OUT - THIRD PARTIES			1,449	1,449	
TRANSFERS OUT - NONFILING ENTITIES	2,287,577			2,287,577	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	1,449			1,449	
MISCELLANEOUS				-	
TOTAL DISBURSEMENTS	2,289,126	-	1,449	2,290,574	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(2,287,577)	2,463,673	(1,449)	174,548	
CASH - END OF MONTH	-	(13,560)	-	(13,560)	

Darex Puerto Rico, Inc.		Schedule of Cash Receipts and Disbursements				
MOR-1						
July 2003						
		Citibank Operating Acct: 300153011	Petty Cash	Other	CURRENT MONTH ACTUAL	PROJECTED
CASH BEGINNING OF MONTH		\$ 4,315,434	\$ 1,500	\$ (51,673)	\$ 4,265,261	
RECEIPTS						
ACCOUNTS RECEIVABLE - THIRD PARTIES		342,301			342,301	
ACCOUNTS RECEIVABLE - INTERCOMPANY					-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI					-	
DIP BORROWINGS					-	
TRANSFERS IN - THIRD PARTIES					-	
TRANSFERS IN - NONFILING ENTITIES					-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS					-	
TOTAL RECEIPTS		342,301			342,301	
DISBURSEMENTS						
PAYROLL		10,072			10,072	
PAYROLL TAXES		3,729			3,729	
TRADE PAYABLES - THIRD PARTIES		240,109			240,109	
TRADE PAYABLES - INTERCOMPANY					-	
ACCOUNT SECURITIZATION					-	
PAYMENTS AS SERVICER FOR GRPI					-	
DIP PRINCIPAL REPAYMENTS					-	
DIP INTEREST AND USAGE FEES					-	
TRANSFERS OUT - THIRD PARTIES					-	
TRANSFERS OUT - NONFILING ENTITIES					-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS					-	
MISCELLANEOUS					-	
TOTAL DISBURSEMENTS		253,911			253,911	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)		88,391			88,391	
CASH - END OF MONTH		4,403,825	1,500	(51,673)	4,353,652	

CC Partners		First Union Deposit Acct 2199500031802	CURRENT MONTH	
			ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ -		
RECEIPTS				
ACCOUNTS RECEIVABLE - THIRD PARTIES			-	
ACCOUNTS RECEIVABLE - INTERCOMPANY			-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI			-	
DIP BORROWINGS			-	
TRANSFERS IN - THIRD PARTIES			-	
TRANSFERS IN - NONFILING ENTITIES			-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS			-	
TOTAL RECEIPTS		-	-	-
DISBURSEMENTS				
PAYROLL			-	
PAYROLL TAXES			-	
TRADE PAYABLES - THIRD PARTIES			-	
TRADE PAYABLES - INTERCOMPANY			-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI			-	
DIP PRINCIPAL REPAYMENTS			-	
DIP INTEREST AND USAGE FEES			-	
TRANSFERS OUT - THIRD PARTIES			-	
TRANSFERS OUT - NONFILING ENTITIES			-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS			-	
MISCELLANEOUS			-	
TOTAL DISBURSEMENTS		-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)		-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -	\$ -

Kootenai Development Company

Schedule of Cash Receipts and Disbursements

MOR-1

July 2003

	First National Bank of Montana 1049097	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 29,162	\$ 29,162	
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS		-	
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS		-	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)		-	
CASH - END OF MONTH	\$ 29,162	\$ 29,162	\$ -

Grace Europe, Inc.		Barclays Bank PLC	CURRENT MONTH	
Schedule of Cash Receipts and Disbursements			ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ -	\$ -	\$ -
RECEIPTS	No Activity			
ACCOUNTS RECEIVABLE - THIRD PARTIES				
ACCOUNTS RECEIVABLE - INTERCOMPANY				
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI				
DIP BORROWINGS				
TRANSFERS IN - THIRD PARTIES				
TRANSFERS IN - NONFILING ENTITIES				
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS				
TOTAL RECEIPTS				
DISBURSEMENTS				
PAYROLL				
PAYROLL TAXES				
TRADE PAYABLES - THIRD PARTIES				
TRADE PAYABLES - INTERCOMPANY				
ACCOUNT SECURITIZATION				
PAYMENTS AS SERVICER FOR GRPI				
DIP PRINCIPAL REPAYMENTS				
DIP INTEREST AND USAGE FEES				
TRANSFERS OUT - THIRD PARTIES				
TRANSFERS OUT - NONFILING ENTITIES				
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS				
MISCELLANEOUS				
TOTAL DISBURSEMENTS				
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)				
CASH - END OF MONTH	\$ -	\$ -	\$ -	\$ -

Dewey & Almy, LLC			
Schedule of Cash Receipts and Disbursements			
MOR-1			
July 2003			
		CURRENT MONTH	
		MISCELLANEOUS	ACTUAL PROJECTED
CASH BEGINNING OF MONTH	\$ 1,000	\$ 1,000	
RECEIPTS	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES			-
ACCOUNTS RECEIVABLE - INTERCOMPANY			-
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI			-
DIP BORROWINGS			-
TRANSFERS IN - THIRD PARTIES			-
TRANSFERS IN - NONFILING ENTITIES			-
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS			-
TOTAL RECEIPTS			-
DISBURSEMENTS			
PAYROLL			-
PAYROLL TAXES			-
TRADE PAYABLES - THIRD PARTIES			-
TRADE PAYABLES - INTERCOMPANY			-
ACCOUNT SECURITIZATION			-
PAYMENTS AS SERVICER FOR GRPI			-
DIP PRINCIPAL REPAYMENTS			-
DIP INTEREST AND USAGE FEES			-
TRANSFERS OUT - THIRD PARTIES			-
TRANSFERS OUT - NONFILING ENTITIES			-
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS			-
MISCELLANEOUS			-
TOTAL DISBURSEMENTS			-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)			-
CASH - END OF MONTH	\$ 1,000	\$ 1,000	\$ -

Gloucester New Communities Company, Inc.

Schedule of Cash Receipts and Disbursements

MOR-1

July 2003

	Cash On Hand	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 500	\$ 500	
RECEIPTS		No Activity	
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS		-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION			
PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS		-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)		-	-
CASH - END OF MONTH	\$ 500	\$ 500	\$ -

W. R. Grace & Co., - Conn
Bank Reconciliations
June 2003
MOR-1

	J.P. Morgan Chase Disbursement 9101013572	Wachovia Lockbox 8619039102	First Union Deposit Acct 2199500021812	Merrill Lynch Investment 3323735	Merrill Lynch Investment 31833431786
Balance per books	\$ 119,578	\$ -	\$ -	\$ 28,578,559	\$ -
Bank Balance (+) Deposits in transit (-) Outstanding checks Other	\$ 119,578 - (0)	\$ - - -	\$ 10,587 - -	\$ 28,578,559 - (10,587)	\$ - - -
Adjusted bank balance	\$ 119,578	\$ -	\$ -	\$ 28,578,559	\$ -
Deposits In Transit	Date	Amount	Date	Amount	Date
Outstanding Checks	Chk #	Amount	Chk #	Amount	Chk #
Other					
Transfers between bank accounts					
Accounting error					
Interest not recorded on books					
Bank fees not recorded on books					
Payroll tax payments not recorded					
Unreconciled bank activity					
Unreconciled ledger activity					
Returned item adjustment					
Payroll/other activity in transit					
Petty cash funds					
Reporting reclass					
Unrecorded deposit				(10,587)	

W. R. Grace & Co. - Conn Bank Reconciliations June 2003 MOR-1		JP Morgan Chase Holding 923223141	JP Morgan Chase Concentration 16001257	Bank of America Lockbox 819820114	First Union Concentration 200000282172	First Union Payroll 207900016741
Balance per books		\$ 733,326	\$ 530,968	\$ 2,732,335	\$ -	\$ -
Bank Balance		\$ 733,326	\$ 530,968	\$ 2,732,335	\$ 4,476,875	\$ -
(+) Deposits in transit		-	-	-	-	(249,266)
(-) Outstanding checks		-	-	-	-	249,266
Other		-	-	-	(4,476,875)	-
Adjusted bank balance		\$ 733,326	\$ 530,968	\$ 2,732,335	\$ -	\$ -
Deposits in Transit		Date	Amount	Date	Amount	Date
Outstanding Checks		Ck #	Amount	Ck #	Amount	Ck #
Other						Detail available
Transfers between bank accounts						
Accounting error						
Interest not recorded on books						
Bank fees not recorded on books						
Payroll tax payments not recorded						
Unreconciled bank activity						
Unreconciled ledger activity						
Returned item adjustment						
Payroll/other activity in transit						
Petty cash funds						
Reporting reclass					(4,476,875)	
Unrecorded deposit						439,090

W. R. Grace & Co. - Conn
Bank Reconciliations
June 2003
MOR-1

	Wachovia Lockbox 1868-082535	First Union Accts payable 2073900005260	First Union Accts Payable 2073900005231	Affair Payroll 16298631	SumTrust Payroll 00000141309			
Balance per books	\$ -	\$ -	\$ -	\$ 130,223	\$ 45,273			
Bank Balance	\$ 1,194,916	\$ -	\$ -	\$ 191,435	\$ 45,273			
(+) Deposits in transit	-	-	-	-	-			
(-) Outstanding checks	-	(1,102,502)	-	(100,345)	-			
Other	(1,184,916)	1,102,502	0	39,133	-			
Adjusted bank balance	\$ -	\$ -	\$ 0	\$ 130,223	\$ 45,273			
Deposits in Transit	Date	Amount	Date	Amount	Date	Amount	Date	Amount
Outstanding Checks	Ck #	Amount	Ck #	Amount	Ck #	Amount	Ck #	Amount
			Detail Available				Detail Available	
Other								
Transfers between bank accounts								
Accounting error								
Interest not recorded on books								
Bank fees not recorded on books								
Payroll tax payments not recorded								
Unreconciled bank activity								
Unreconciled ledger activity								
Returned item adjustment								
Payroll/other activity in transit								
Petty cash funds								
Reporting reclass								
Unrecorded deposit								

Chart 2

	PNC 4002641360	Albermarle Net Disbursement 101391210	Bank of America Payroll 0000 0002 2137	Affiliated Payroll 16256657	First Union Petty Cash 2040000016900
Balance per books	\$ 24,671	\$ 10,000	\$ -	\$ 212,908	\$ 56,332
Bank Balance	\$ 24,648	\$ 10,000	\$ -	\$ 268,713	\$ 40,197
(+) Deposits in transit	-	-	-	-	-
(-) Outstanding checks	-	-	-	(62,816)	-
Other	23	-	-	6,811	16,135
Adjusted bank balance	\$ 24,671	\$ 10,000	\$ -	\$ 212,908	\$ 56,332
Deposits in Transit	Date	Amount	Date	Amount	Date
Outstanding Checks	Ck #	Amount	Ck #	Amount	Ck #
Other					
Transfers between bank accounts					
Accounting error					
Interest not recorded on books					
Bank fees not recorded on books					
Payroll tax payments not recorded					
Unreconciled bank activity					
Unreconciled ledger activity					
Returned item adjustment					
Payroll/other activity in transit					
Petty cash funds					
Reporting reclass					
Unrecorded deposit					

W. R. Grace & Co. - Conn
Bank Reconciliations
June 2003
MOR-1

	Banco de Credito Operating Acc# 1931115122055	Banco de Credito Operating Acc# 1931125563172	Banco de Credito Time Deposit	Bank of Boston Operating Acc# 0154519	Bank of Boston Operating Acc# 0154424
Balance per books	(Soles) 3,495	(US\$) \$ 387,813	(US\$) \$ -	(Soles) 12,586	(US\$) \$ 823,301
Bank Balance	\$ 4,000	\$ 408,813	\$ -	\$ 12,586	\$ 796,050
(+) Deposits in transit	-	-	-	-	27,251
(-) Outstanding checks	(505)	(18,800)	-	-	-
Other	-	-	-	-	-
Adjusted bank balance	\$ 3,495	\$ 387,813	\$ -	\$ 12,586	\$ 823,301
Deposits In Transit	Date	Amount	Date	Amount	Date
					30-Jun-03 27,251
Outstanding Checks	Ch.#	Amount	Ch.#	Amount	Ch.#
	7718037	(505)	5362517	(18,800)	
Other					
Transfers between bank accounts					
Accounting error					
Interest not recorded on books					
Bank fees not recorded on books					
Payroll tax payments not recorded					
Unreconciled bank activity					
Unreconciled ledger activity					
Returned item adjustment					
Payroll/other activity in transit					
Petty cash funds					
Reporting reclass					
Unrecorded deposit					

Remedium Group, Inc. Bank Reconciliations June 2003 MOR-1		JP Morgan Chase Pass Through 322863842	JP Morgan Chase Disbursement 601831985
Balance per books		\$ 2,287,677	\$ (2,477,233)
Bank Balance		\$ -	\$ -
(+) Deposits in transit			(189,556)
(-) Outstanding checks			(2,287,677)
Other		2,287,677	
Adjusted bank balance		\$ 2,287,677	\$ (2,477,233)
Deposits in Transit	Date	Amount	Date
Outstanding Checks	Ck #	Amount	Ck #
			4750 (180)
			4793 (6,897)
			4796 (295)
			4803 (1,000)
			4816 (593)
			4822 (6,738)
			4823 (321)
			4824 (1,169)
			4825 (2,080)
			4826 (53,174)
			4827 (3,078)
			4828 (3)
			4829 (673)
			4830 (85)
			4831 (109,399)
			4832 (41)
			4833 (1,131)
			4834 (27)
			4835 (605)
			4836 (938)
			4837 (22)
			4838 (1,027)
			4839 (300)
Other			
Transfers between bank accounts			
Accounting error		2,287,677	(2,287,677)
Interest not recorded on books			
Bank fees not recorded on books			
Payroll tax payments not recorded			
Unreconciled bank activity			
Unreconciled ledger activity			
Returned item adjustment			
Payroll activity in transit			
Petty cash funds			

W. R. Grace & Co. Bank Reconciliations June 2003 MOR-1	
	JP Morgan Chase Pass Through 323881963
Balance per books	\$
Bank Balance	\$
(+) Deposits in transit	
(-) Outstanding checks	
Other	
Adjusted bank balance	\$
Deposits in Transit	Date
Outstanding Checks	Chq #
Other	
Transfers between bank accounts	
Accounting error	
Interest not recorded on books	
Bank fees not recorded on books	
Payroll tax payments not recorded	
Unreconciled bank activity	
Unreconciled ledger activity	
Returned item adjustment	
Payroll activity in transit	
Petty cash funds	

CC Partners Bank Reconciliations June 2003 MOR-1	
	First Union Deposit Acct 2199500031802
Balance per books	\$ -
Bank Balance (+) Deposits in transit (-) Outstanding checks Other	\$ -
Adjusted bank balance	\$ -
Deposits in Transit	
Outstanding Checks	
Other	
Transfers between bank accounts Accounting error Interest not recorded on books Bank fees not recorded on books Payroll tax payments not recorded Unreconciled bank activity Unreconciled ledger activity Returned item adjustment Payroll activity in transit Petty cash funds	

Darex Puerto Rico, Inc. Bank Reconciliations June 2003 MOR-1		Citibank Operating Acct 300165011
Balance per books		\$ 4,315,434
Bank Balance		\$ 4,211,813
(+/-) Deposits in transit		156,078
(-/-) Outstanding checks		(53,722)
Other		267
Adjusted bank balance		\$ 4,315,434
Deposits in Transit		Date Amt
		26-Jun-03 112,697
		27-Jun-03 44,279
Outstanding Checks		Ck # Amt
		15461 (27)
		15904 (728)
		16360 (505)
		16400 (11,430)
		16404 (10,392)
		16407 (3,000)
		16409 (71)
		16412 (345)
		16416 (7,862)
		16425 (13)
		16426 (8,384)
		16427 (4,654)
		16428 (125)
		16429 (7,808)
		16430 (248)
		16431 (90)
		16432 (235)
		16433 (50)
		16434 (195)
		16435 (140)
		16325 6,452
		various (4,072)
Other		
Transfers between bank accounts		
Accounting error		
Interest not recorded on books		
Bank fees not recorded on books		
Payroll tax payments not recorded		
Unreconciled bank activity		
Unreconciled ledger activity		
Returned item adjustment		
Payroll activity in transit		
Petty cash funds		
		437
		(6,055)

Kootenai Development Company Bank Reconciliations June 2003 MOR-1		First National Bank of Montana Checking 1049097
Balance per books		\$ 29,162
Bank Balance		\$ 29,162
(+) Deposits in transit		-
(-) Outstanding checks		-
Other		-
Adjusted bank balance		\$ 29,162
Deposits in Transit		
Outstanding Checks		
Other		
Transfers between bank accounts		
Accounting error		
Interest not recorded on books		
Bank fees not recorded on books		
Payroll tax payments not recorded		
Unreconciled bank activity		
Unreconciled ledger activity		
Returned item adjustment		
Payroll activity in transit		
Petty cash funds		

Grace Europe, Inc. Bank Reconciliations June 2003 MOR-1	Barclays Bank PLC
Balance per books	\$
Bank Balance	\$
(+) Deposits in transit	\$
(-) Outstanding checks	\$
Other	\$
Adjusted bank balance	\$
Deposits in Transit	Date Amt
Outstanding Checks	Ck. # Amt
Other	
Transfers between bank accounts	
Accounting error	
Interest not recorded on books	
Bank fees not recorded on books	
Payroll tax payments not recorded	
Unreconciled bank activity	
Unreconciled ledger activity	
Returned item adjustment	
Payroll activity in transit	
Petty cash funds	

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Statement of Operations

MOR - 2

Month Ended July 31, 2003

	W.R. Grace & Co.- Conn.	W.R. Grace & Co.	Remedium Group, Inc.	CCHP, Inc.	CC Partners	Grace Washington, Inc.	Litigation Management, Inc.	Grace Europe, Inc.	L.B. Realty, Inc.
Net sales to third parties	\$ 74,619,237	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	20,677,489	-	-	-	-	-	-	-	-
Net sales to filing entities	98,369	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	1,780,437	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	(3,644,453)	2,631,707	321,994	19,173	845,233	-	2,602,915	-	-
Other income	(1,714,556)	-	-	-	-	-	-	-	-
	91,816,523	2,631,707	321,994	19,173	845,233	-	2,602,915	-	-
Cost of goods sold to third parties	47,401,410	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	16,922,286	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	104,494	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	21,851,161	-	6,014	-	-	17,971	-	4,302	-
Research and development expenses	2,868,103	-	-	-	-	-	-	-	-
Depreciation and amortization	4,984,323	-	2,319	-	-	-	-	-	-
Interest expense	1,351,038	-	-	-	-	-	-	-	-
	95,482,817	-	8,333	-	-	17,971	-	4,302	-
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	(3,666,294)	2,631,707	313,661	19,173	845,233	(17,971)	2,602,915	(4,302)	-
Chapter 11 reorganization expenses, net	(1,269,481)	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	(490,482)	(921,098)	(109,800)	(6,711)	(295,832)	328	(911,020)	1,506	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net Income	\$ (5,426,237)	\$ 1,710,609	\$ 203,861	\$ 12,462	\$ 549,401	\$ (17,643)	\$ 1,691,895	\$ (2,796)	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended July 31, 2003		Grace International Holdings, Inc.	Darex Puerto Rico, Inc.	Alewife Land Corporation	Alewife Boston, Ltd.	Five Alewife Boston Ltd.	GN Holdings, Inc.	MRA Holdings Corp.	MRA Intermedco, Inc.	MRA Staffing Systems, Inc.	Kootenai Development Company
Net sales to third parties	\$ -	\$ 553,990	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	2,398,739	-	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	(2,776,567)	-	-	-	-	-	-	-	-	-	-
Other income	1,380,309	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	1,002,481	553,990	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	312,242	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	28,207	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	92,721	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	7,887	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-	-	-
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	-	441,057	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net (Provision for) benefit from income taxes	1,002,481	112,933	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	(387,055)	(39,527)	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-	-
Net Income	\$ 615,426	\$ 73,406	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended July 31, 2003											
		GB Biomedical, Inc.	Amicon, Inc.	Grace Environmental, Inc.	Grace Chemical Company of Cuba	Southern oil, Resin & Fiberglass, Inc.	Guanica-Caribe Land Development Corporation	Dewey & Almy, LLC	A-1 Bit & Tool Co., Inc.	Grace Tarpon Investors, Inc.	G C Limited Partners I, Inc.
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities											
Net sales to filing entities											
Interest and royalties from non-filing entities, net											
Interest and royalties from filing entities, net											
Other income											
Cost of goods sold to third parties											
Cost of goods sold to non-filing entities											
Cost of goods sold to filing entities											
Selling, general and administrative expenses											
Research and development expenses											
Depreciation and amortization											
Interest expense											
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities											
Chapter 11 reorganization expenses, net (Provision for) benefit from income taxes											
Minority interest in income of subsidiary											
Equity in net income of non-filing entities											
Net Income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended July 31, 2003	Monolith Enterprises, Incorporated	Grace Culinary Systems, Inc.	Grace Hotel Services Corporation	Monroe Street Inc.	Grace H-G Inc.	Hanover Square Corporation	Ecarg, Inc.	W.R. Grace Land Corporation	G.C Management, Inc.	Water Street Corporation
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities										
Net sales to filing entities										
Interest and royalties from non-filing entities, net										
Interest and royalties from filing entities, net										
Other income										
Cost of goods sold to third parties										
Cost of goods sold to non-filing entities										
Cost of goods sold to filing entities										
Selling, general and administrative expenses										
Research and development expenses										
Depreciation and amortization										
Interest expense										
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities										
Chapter 11 reorganization expenses, net										
(Provision for) benefit from income taxes										
Minority interest in income of subsidiary										
Equity in net income of non-filing entities										
Net Income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities
Combining Statement of Operations
MOR - 2
Month Ended July 31, 2003

	Del Taco Restaurants Inc.	W.R. Grace Capital Corporation	Gloucester New Communities Company, Inc.	Creative Food N' Fun Company	Grace PAR Corporation	Grace A-B Inc	Homco International Inc.	GPC Thomasville Corp.	Grace Ventures Corp.	Grace Energy Corporation
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities										
Net sales to filing entities										
Interest and royalties from non-filing entities, net										
Interest and royalties from filing entities, net										
Other income										
Cost of goods sold to third parties										
Cost of goods sold to non-filing entities										
Cost of goods sold to filing entities										
Selling, general and administrative expenses										
Research and development expenses										
Depreciation and amortization										
Interest expense										
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities										
Chapter 11 reorganization expenses, net (Provision for) benefit from income taxes										
Minority interest in income of subsidiary										
Equity in net income of non-filing entities										
Net Income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended July 31, 2003	GEC Management Corporation	Grace Offshore Company	Coalgrace, Inc.	Grace A-B II Inc.	Grace H-G II Inc.	Coalgrace II, Inc.	Gracecoal II, Inc.	Gracoal, Inc.	Grace Drilling Company	Grace Petroleum Libya Incorporated
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-	-
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net	-	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Net Income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended July 31, 2003		Axial Basin Ranch Company	Hayden-Gulch West Coal Company	H-G Coal Company	Eliminations between Filing Entities	Conversion to Equity Method	COMBINED FILING ENTITIES
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 75,173,227
Net sales to non-filing entities							20,677,489
Net sales to filing entities					(98,369)		
Interest and royalties from non-filing entities, net							4,179,177
Interest and royalties from filing entities, net					0		
Other income							(334,247)
					(98,369)		99,695,646
Cost of goods sold to third parties							47,713,652
Cost of goods sold to non-filing entities							16,922,286
Cost of goods sold to filing entities					(132,702)		
Selling, general and administrative expenses							21,972,169
Research and development expenses							2,868,103
Depreciation and amortization							4,994,529
Interest expense							1,351,039
					(132,702)		95,821,778
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities					34,333		3,873,867
Chapter 11 reorganization expenses, net							(1,269,461)
(Provision for) benefit from income taxes							(3,159,691)
Minority interest in income of subsidiary							
Equity in net income of non-filing entities						10,110,527	10,110,527
Net income	\$ -	\$ -	\$ -	\$ -	\$ 34,333	\$ 10,110,527	\$ 9,555,242

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet						
	W.R. Grace & Co. - Conn	W.R. Grace & Co.	Remedium Group, Inc.	CCHP, Inc.	CC Partners	Grace Washington, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ 81,922,009	\$ -	\$ (13,560)	\$ -	\$ -	\$ -
Accounts and other receivables, net	111,547,129	-	23,965	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	335,389,524	(419,337,980)	(5,169,653)	12,894,112	(37,725,242)	(9,503,189)
Inventories	79,387,196	-	-	-	-	-
Deferred income taxes	25,429,779	-	1,247,006	-	-	-
Other current assets	14,979,918	-	-	-	-	-
Total Current Assets	648,655,556	(419,337,980)	(3,912,242)	12,894,112	(37,725,242)	(9,503,189)
Properties and equipment, net	386,735,798	-	469,245	-	-	-
Goodwill	14,499,090	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	88,802,867	-	-	-	-	-
Deferred income taxes	730,408,864	-	44,101,884	-	-	-
Asbestos-related insurance receivable	272,389,808	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	(1,174,842,621)	829,402,717	128,923,866	4,725,661	204,137,187	-
Investment in filing and non-filing entities	835,621,121	241,512,111	-	-	-	-
Other assets	84,741,865	-	-	-	-	-
Total Assets	\$ 1,886,812,349	\$ 651,576,848	\$ 169,582,753	\$ 17,619,772	\$ 166,411,946	\$ (9,503,189)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ 40,000,000	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	41,134,205	-	39,029	-	-	-
Income taxes payable	0	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	55,573,650	-	20,949	-	-	1,409
Total Current Liabilities	136,707,855	-	59,979	-	-	1,409
Debt payable after one year	(438,134)	-	-	-	-	-
Deferred income taxes	146,609,792	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	236,707,672	0	-	-	-	-
Total Liabilities Not Subject to Compromise	519,587,184	0	59,979	-	-	1,409
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	545,548,703	-	-	-	-	-
Accounts payable	31,390,246	-	665,607	-	-	-
Income taxes payable	206,107,938	10,005,011	568,817	41,853	2,070,821	(20,350)
Asbestos-related liability	967,298,552	-	-	-	-	-
Other liabilities	392,444,778	188,091	129,568,257	-	32,099,316	-
Total Liabilities Subject to Compromise	2,142,790,216	10,193,102	130,802,681	41,853	34,170,137	(20,350)
Total Liabilities	2,662,377,400	10,193,102	130,862,659	41,853	34,170,137	(18,941)
Shareholders' Equity (Deficit)						
Preferred Stock	-	-	-	-	-	-
Common Stock	83,968,960	769,933	12,223	1,000	-	1,000
Paid in capital	142,809,878	428,469,670	9,724,449	34,052,467	56,011,577	-
(Accumulated deficit)/Retained earnings	(659,997,452)	348,073,728	28,983,422	(16,475,547)	76,230,232	(9,485,248)
Treasury stock, at cost	-	(135,929,684)	-	-	-	-
Accumulated other comprehensive loss	(342,346,437)	100	-	-	-	-
Total Shareholders' Equity (Deficit)	(775,565,052)	641,383,746	38,720,094	17,577,920	132,241,809	(9,484,248)
Total Liabilities and Shareholders' Equity (Deficit)	\$ 1,886,812,349	\$ 651,576,848	\$ 169,582,753	\$ 17,619,772	\$ 166,411,946	\$ (9,503,189)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W.R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 July 31, 2003		Litigation Management, Inc.	Grace Europe, Inc.	L B Realty, Inc.	Grace International Holdings, Inc.	Darex Puerto Rico, Inc.	Alewife Land Corporation
ASSETS							
Current Assets							
Cash and cash equivalents	\$ -	\$ 82,079	\$ -	\$ (0)	\$ 4,353,652	\$ 3,123,981	\$ -
Accounts and other receivables, net	(386,938,310)	5,561,525	140,524,854	(84,749,767)	(1,589,445)	179,358	(5,422,652)
Receivables from/(payables to) filing and non-filing entities, net	-	(0)	-	-	-	13,169	-
Inventories	-	79,005	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-	-
Total Current Assets	(386,938,310)	5,722,608	140,524,854	(84,749,767)	6,080,715	-	(5,422,652)
Properties and equipment, net	-	-	-	-	773,247	-	-
Goodwill	-	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-	-
Deferred income taxes	-	38,161	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	453,323,927	(3,271,557)	-	61,226,252	-	-	-
Investment in filing and non-filing entities	-	-	-	58,669,464	-	-	-
Other assets	-	54,000	-	-	226,586	1,403,664	-
Total Assets	\$ 66,385,617	\$ 2,543,213	\$ 140,524,854	\$ 35,145,949	\$ 7,080,547	\$ (4,018,988)	-
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)							
Liabilities Not Subject to Compromise							
Current Liabilities							
Debt payable within one year	\$ -	\$ 22,065	\$ -	\$ 23,688	\$ 295,739	\$ -	-
Accounts payable	-	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	350,222	-	-	-	-	-
Other current liabilities	-	-	-	-	199,063	-	-
Total Current Liabilities	-	372,287	-	23,688	494,802	-	-
Debt payable after one year	-	-	-	-	-	-	-
Deferred income taxes	-	0	-	-	146,497	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	372,287	-	23,688	641,299	-	-
Liabilities Subject to Compromise							
Debt, pre-petition plus accrued interest	-	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	133,907	-
Income taxes payable	6,376,931	(864,348)	(150)	(976,117)	1,271,397	-	(175)
Asbestos-related liability	-	-	-	-	-	-	-
Other liabilities	-	225,726	-	-	-	-	-
Total Liabilities Subject to Compromise	6,376,931	(638,622)	(150)	(976,117)	1,405,304	-	(175)
Total Liabilities	6,376,931	(266,334)	(150)	(952,429)	2,046,603	-	(175)
Shareholders' Equity (Deficit)							
Preferred Stock	112	-	-	-	-	-	-
Common Stock	1,000	1,000	-	1,000	1,000	200	-
Paid in capital	(29,267,410)	-	25,358,993	50,937,489	-	274,606	-
(Accumulated deficit)/Retained earnings	89,274,984	(434,363)	115,166,011	(37,519,754)	5,032,944	(4,293,619)	-
Treasury stock, at cost	-	-	-	-	-	-	-
Accumulated other comprehensive loss	-	3,242,910	-	22,679,644	-	-	-
Total Shareholders' Equity (Deficit)	60,008,686	2,809,547	140,525,004	36,098,378	5,033,944	(4,018,813)	-
Total Liabilities and Shareholders' Equity (Deficit)	\$ 66,385,617	\$ 2,543,213	\$ 140,524,854	\$ 35,145,949	\$ 7,080,547	\$ (4,018,988)	-

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 July 31, 2003		Alewife Boston Ltd.	Five Alewife Boston Ltd.	GN Holdings, Inc.	MRA Holdings Corp.	MRA Intermedco, Inc.	MRA Staffing Systems, Inc.
ASSETS							
Current Assets							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts and other receivables, net	(2,143,580)	-	(57,817,172)	(110)	(330)	(7,656)	-
Receivables from/(payables to) filing and non-filing entities, net	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-	-
Total Current Assets	(2,143,580)	-	(57,817,172)	(110)	(330)	(7,656)	-
Properties and equipment, net	-	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	34,053,467	54,500,000	54,500,000	56,011,577	-
Investment in filing and non-filing entities	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-
Total Assets	\$ (2,143,580)	\$ -	\$ (23,763,706)	\$ 54,499,890	\$ 54,499,670	\$ 56,003,921	-
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)							
Liabilities Not Subject to Compromise							
Current Liabilities							
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-	-
Liabilities Subject to Compromise							
Debt, pre-petition plus accrued interest	-	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-	-
Asbestos-related liability	-	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(210)	-	-	(110)	(330)	(816)	-
Total Liabilities	(210)	-	-	(110)	(330)	(816)	-
Shareholders' Equity (Deficit)							
Preferred Stock	-	-	-	-	-	-	-
Common Stock	-	-	931,540	1	130	130	130
Paid in capital	-	-	9,408,460	54,499,999	54,499,870	54,499,870	1,504,737
(Accumulated deficit)/Retained earnings	(2,143,370)	-	(34,103,706)	-	-	-	-
Treasury stock, at cost	-	-	-	-	-	-	-
Accumulated other comprehensive loss	-	-	-	-	-	-	-
Total Shareholders' Equity (Deficit)	(2,143,370)	-	(23,763,706)	54,500,000	54,500,000	56,004,737	-
Total Liabilities and Shareholders' Equity (Deficit)	\$ (2,143,580)	\$ -	\$ (23,763,706)	\$ 54,499,890	\$ 54,499,670	\$ 56,003,921	-

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.